

FISCAL NOTE

STATE OF ALASKA
2010 LEGISLATIVE SESSION

Fiscal Note Number: 2
 Bill Version: SCS CSHB 90(FIN)
 (S) Publish Date: 4/18/10

Identifier (file name): HB90-CED-AIDEA-3-23-10 Dept. Affected: DCCED
 Title: AIDEA bonding limitations and confidentiality of records RDU: AIDEA (125)
 Component: AIDEA Operations
 Sponsor: Rules Committee by Request of the Governor
 Requester: Senate Finance Committee Component Number: 1234

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

	Appropriation Required	Information						
		FY 2011	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016
OPERATING EXPENDITURES								
Personal Services								
Travel								
Contractual								
Supplies								
Equipment								
Land & Structures								
Grants & Claims								
Miscellaneous								
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
CAPITAL EXPENDITURES								
CHANGE IN REVENUES ()								

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts								
1003 GF Match								
1004 GF								
1005 GF/Program Receipts								
1037 GF/Mental Health								
Other Interagency Receipts								
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2010) cost: _____

POSITIONS

Full-time								
Part-time								
Temporary								

ANALYSIS: *(Attach a separate page if necessary)*
 This bill excludes refunding bonds from AIDEA's \$400 million 12-month bonding limitation; removes, rather than extends the previous statutory sunset date, the legislative approval requirement for bonds issued including the refunding of development finance projects; this bill does not change the requirement of legislative approval for bonds in excess of \$10 million for development finance projects; clarifies that AIDEA may finance certain costs and expenses associated with refunding bonds of development finance projects with the refunding bond proceeds; amends AIDEA's confidentiality statute to clarify the confidentiality of certain records and the processes for determining confidentiality.

Prepared by: Sara Fisher-Goad, Deputy Director - Operations Phone 907-771-3012
 Division: Alaska Industrial Development and Export Authority Date/Time 3/23/10 12:00 AM
 Approved by: Emil Notti, Commissioner Date 3/23/2010
Commerce, Community and Economic Development

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BILL NO. SCS CSHB 90(FIN)

ANALYSIS CONTINUATION

CS HB 90 (FIN) also extends through November 30, 2012, a temporary, mandatory tax exemption related to property included within the Authority owned DeLong Mountain transportation system associated with the Red Dog Mine, but specifically excluding improvements used for lodging which remain taxable. The legislature originally enacted the tax exemption in sec. 2, ch. 177, SLA 2000, which amended AS 29.45.030(a)(1)(A). Because the temporary tax exemption is mandatory, the value of the tax exempted property is not included in the local government's fair value determination that is used to determine the eligibility amount from state programs, such as public school funding (AS 14.17.410).

Sec. 3 and 19, ch. 177, SLA 2000 made the mandatory tax exemption temporary. Section 3 amended AS 29.45.030(a)(1)(A) to eliminate the tax exemption, and Section 19 made the Section 3 amendment effective July 1, 2004. The legislature subsequently extended the temporary tax exemption twice by extending the date the amendment to eliminate the tax exemption would take effect. The exemption was extended to July 1, 2007, by sec. 2, ch. 74, SLA 2003, and to November 30, 2009, by sec. 3, ch. 67, SLA 2008.

This bill has no operational fiscal impact on AIDEA.